

- (v) Investment: All the short term investments were in form of fixed deposit with schedule Bank, Canara Bank, Federal Bank & Yes Bank in compliance with section 11(5) of the Income Tax Act, 1961.
- (vi) Revenue Recognition: Unrestricted project donations received under 80G were recognized on the basis of receipts in accordance to the guidelines on "Not for Profit Organization" issued by the Institute of Chartered Accountants of India.
- (vii) Bank Interest: Interest earned on the saving bank as well as on the amount held under fixed deposits is reflected under the Income & Expenditure Account allocating such interest derived on unutilized donor funds. These earnings are disclosed inclusive of interest received till 31.03.2017 under the Income & Expenditure Account. The interest is accounted under the Receipts & Payments Account as the total interest received during the period from 01.04.2016 to 31.03.2017 in the savings bank account as well as in the Fixed Deposit Account which is disclosed under Receipt & Payment Account.
- (viii) Expenditure: Expenditures are recorded on cash basis in the Receipts & Payments Account.
- (ix) Foreign Contributions: Foreign Contributions are accounted for on the basis of the credit advice received from the Bank.
- (x) Other Income: Other Income mainly includes amount received from sale of Publications, Student training fees, Annual subscription fees & Donation.
- (xi) Remuneration to Board Members: Amount paid to board members as remuneration, if any, has been disclosed separately in the annexure to the Audit Report in the Form 10B.
3. Notes to Accounts:
- (i) Income and expenses incurred out of foreign grants are generally disclosed as per the requirements of the Rule 5 of Foreign Contribution Regulation Rule 2011.
- (ii) There is no such income which is of a business nature as defined under Section 2(15) of the Income Tax Act 1961.
- (iii) Previous years' figures to the extent possible has been regrouped and rearranged wherever required.
- (iv) Pending Legal Case/ Contingent Liabilities: It has been informed to us by the management that there are no legal cases pending or initiated during the year either by any individual or organization against Business & Community Foundation (BCF).
- (v) The organization is registered under:
- a) Societies Registration Act 1860 vide Registration No. 33227 dated 09.07.1998.



- b) Under Section 12A of the Income Tax Act, 1961 vide registration no. DIT (E)/98-99/B-7215/98/351 dated 24.09.1998.
- c) Under Section 80G of the Income Tax Act 1961 vide registration no. DIT (E)/2008-09/B-725/98/889 dated 26.06.2009. The said registration shall remain effective unless it is withdrawn by the Income Tax Department.
- d) FCRA vide registration no. – 231660526 dated 22/12/2004 with The Ministry of Home Affairs to receive foreign contributions. The organization has submitted the FCRA Return for the year 2014-15 before the due date.
- e) PAN of the organization is AAATB2742A.
- f) TAN of the organization is DELB04135F.

For & On Behalf of  
SCANR & Co.  
Chartered Accountants

  
CA Ankit Dhanuka  
M. No. 530859  
FRN: 015661N



For Business & Community Foundation

  
Simon J Scarff  
Chairman

  
N.S. Katoch  
Treasurer

Place: New Delhi  
Date:

**BUSINESS & COMMUNITY FOUNDATION (BCF)**  
**SRI AUROBINDO SOCIETY CAMPUS (SACAC), SHAHEED JEET SINGH**  
**MARG, NEW MEHRAULI ROAD, ADHCHINI, NEW DELHI, DELHI, 110017**

**ACCOUNTING POLICIES & NOTES ON ACCOUNTS**

1. Significant Notes on activities:
 

Business & Community Foundation's current activities includes Education for business schools, public discourses on developmental priorities and work on disability, CSR Training, Workshops, Fellowship studies, assessments etc. BCF also works to identify core development priorities that concern the most vulnerable and to address them where possible within the means and scope.
2. Significant Accounting Policies:
  - (i) General: Accounting Policies not specifically referred to otherwise are consistent and in consonance with generally accepted accounting principles.
  - (ii) Basis of Accounting: The accounts are prepared on historical cost basis as a 'going concern'. Income and expenses are accounted on a cash basis, following generally accepted accounting principles and practices and Accounting standards issued by the Institute of Chartered Accountants of India for NGOs, wherever applicable, except where otherwise stated.
  - (iii) Fixed Assets: Assets are stated at cost of acquisition including taxes, duties and other incidental expenses relating to acquisition and installation.
    - a) Assets received from donor are shown in Fixed Asset Schedule under Assets out of donation. Simultaneously, Asset Fund is created against the value of Fixed Assets.
    - b) In case the asset is created out of own fund, it is shown under the head 'Fixed assets'.
    - c) Fixed Assets in the Balance Sheet are shown at opening written down value less depreciation charged for the year.
    - d) No revaluation of fixed assets has been done during the year.
  - (iv) Depreciation: Depreciation on the depreciable assets is charged on written down value method as per the rates and manner prescribed under Appendix I to the Income Tax Rules 1962

| S.No. | Item                 | Rate of Depreciation |
|-------|----------------------|----------------------|
| 1.    | Furniture & Fixtures | 10%                  |
| 2.    | Equipment            | 15%                  |
| 3.    | Computer & Printer   | 60%                  |
| 4.    | Vehicles             | 15%                  |
| 5.    | Plant & Machinery    | 15%                  |



BUSINESS & COMMUNITY FOUNDATION  
FOR THE YEAR ENDED 31ST MARCH, 2017  
Notes to Financial Statements

NOTE 1

GENERAL FUND

| Share capital                          | Current Year |  | Previous Year |  |
|--|--------------|--|---------------|--|
|  | 2017         |  | 2016          |  |
| Opening Balance (National)             | 5,471,402.10 |  | 3,365,208.05  |  |
| Add: Adjustment in Opening Balance     | 1,235.00     |  | (31,987.92)   |  |
| Add: Excess of Income Over Expenditure | 3,353,428.61 |  | 2,138,181.97  |  |
| Less: Transfer to Corpus Fund          | 1,485,377.00 |  |               |  |
| Closing Balance (A) (National)         | 7,340,688.71 |  | 5,471,402.10  |  |
| Opening Balance (FCRA)                 | 193,431.00   |  | 40,828.00     |  |
| Less: Adjustment in Opening Balance    | 1,235.00     |  | 9,490.00      |  |
| Add: Excess of Income Over Expenditure | (165,472.00) |  | 162,093.00    |  |
| Less: Transfer to Corpus Fund          |              |  |               |  |
| Closing Balance (B) (FCRA)             | 26,724.00    |  | 193,431.00    |  |
| Total General Fund (A+B)               | 7,367,412.71 |  | 5,664,833.10  |  |

Note 2

CORPUS FUND

| Corpus Fund                  | As at 31 March |  | As at 31 March |  |
|------------------------------|----------------|--|----------------|--|
|                              | 2017           |  | 2016           |  |
| Opening Balance              | 9,874,222.00   |  | 9,874,222.00   |  |
| Add: Created during the Year | 1,485,377      |  |                |  |
| Total                        | 11,359,599.00  |  | 9,874,222.00   |  |

Note 3

ASSET FUND

| Asset Fund                                 | As at 31 March |  | As at 31 March |  |
|--|----------------|--|----------------|--|
|  | 2017           |  | 2016           |  |
| Opening Balance                            | 9,430.00       |  | 23,576.00      |  |
| Add: Created during the Year               |                |  |                |  |
| Less: Depreciation Charegs during the Year | 5,658          |  | 14,146.00      |  |
| Total                                      | 3,772.00       |  | 9,430.00       |  |



*[Handwritten signature]*

**STATEMENT OF PROFIT AND LOSS  
BUSINESS & COMMUNITY FOUNDATION  
FOR THE YEAR ENDED 31ST MARCH, 2017**

| PARTICULARS   | Refer<br>Note no. | Current Year         | Previous Year       |
|---|-------------------|----------------------|---------------------|
|   |                   | 2017                 | 2016                |
| <b>I INCOME</b>   |                   |                      |                     |
| Grant   | 9                 | 400,000.00           | 400,000.00          |
| Membership Fees   |                   | 300,000.00           | 490,000.00          |
| Interest Income   | 10                | 1,246,814.30         | 1,279,639.31        |
| Other Income  | 11                | 2,806,276.00         | 584,000.00          |
| Contribution for Community Projects   |                   | 6,000,000.00         | 6,000,000.00        |
| Contribution for Community Projects (Opening Bal.)                          |                   | -                    | 1,148,875.00        |
| <b>Total</b>  |                   | <b>10,753,090.30</b> | <b>9,902,514.31</b> |
| <b>II EXPENDITURE</b>   |                   |                      |                     |
| Programme Administration Expenses   | 12                | 1,552,601.69         | 1,588,914.38        |
| Application to Community Projects   |                   | 6,000,000.00         | 6,000,000.00        |
| Depreciation  |                   | 18,190               | 27,470.96           |
| Less: Trf. To Asset Fund  |                   | 5,658                | 14,146.00           |
| <b>Total</b>  |                   | <b>7,565,133.69</b>  | <b>7,602,239.34</b> |
| <b>III EXCESS OF INCOME OVER EXPENDITURE<br/>TRANFERRED TO GENERAL FUND</b> |                   | <b>3,187,956.61</b>  | <b>2,300,274.97</b> |

NOTES FORMING PARTS OF FINANCIAL STATEMENT

13

AUDITORS' REPORT

As per our Report of even date.

  
Ankit Dhanuka  
Partner

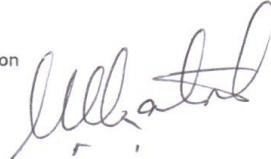
M.No. 530859

For S C A N R & CO.  
CHARTERED ACCOUNTANTS  
FRN No. 015661N  
Dated :  
Place : New Delhi



For Business & Community Foundation

  
Simon J. Scarff  
Chairman

  
N.S. Katoch  
Treasurer





**SCANR & CO.**

**Chartered Accountants**

To The Members of Business & Community Foundation (BCF)

We have audited the accompanying Balance Sheet of **M/s BUSINESS & COMMUNITY FOUNDATION (BCF)** ("the Society") having its office at C/o Shri /Aarobindo Society Campus (SACAC), Shaheed Jeet Singh Marg, New Mehrauli Road, Adchini, New Delhi - 110017, which comprise the Balance Sheet as at March 31, 2017, the Statement of Profit and Loss, the Receipts & Payments for the year then ended on that date. The main objective of this society is social welfare. These financial statements are the responsibility of the management. Our responsibility is to express an opinion on these financial statements based on our audit.

1. We have conducted our audit in accordance with standards generally accepted in India. Those standards require that we plan and perform audit to obtain reasonable assurance about whether the financial statements are of material misstatements. An audit includes examining on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the management, as well as evaluating the overall financial statement representation. We believe that our audit provides a reasonable basis for our basis.
2. We further report that:
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - b) In our opinion, proper books of account as required by law have been kept by the organization so far as it appears from our examination of those books.
  - c) The Balance Sheet, the Statement of Profit and Loss and the Receipt & Payments dealt with by this Report are in agreement with the books of account.
  - d) In our opinion and to the best of our knowledge and according to the explanations given to us, the said accounts together with the accounting policies and notes forming part of the accounts, exhibit a true & fair view in conformity with the accounting principles generally accepted in India:
    - (i) In case of the Balance Sheet of the state of affairs of the society as at 31<sup>st</sup> March 2017
    - (ii) In case of the Income & Expenditure Account the surplus of the society for the period ended on that date.
    - (iii) In case of receipt & payments, receipt & payments of the society for the year ended on the date has been correctly and properly reflected.

For **SCANR & CO.**  
Chartered Accountants

FRN: 016661N



CA Ankit Dhanuka  
(Partner)

M.No. 530869

**H. O. : B-415, L.G.F., Nirman Vihar, Delhi-110092 Ph.: 011-22057147, 011-49126015**

**B. O. : 106, F-6, Vijay Block, Lotus Tower, Laxmi Nagar, Delhi-110092**

**B. O. : 514, Laxmi Deep Building,9, District Center, Laxmi Nagar, Delhi-110092**

**E-mail : scanrandcompany@gmail.com**

**BALANCE SHEET**  
**BUSINESS & COMMUNITY FOUNDATION**  
**AS AT 31ST MARCH, 2017**

| PARTICULARS                                       | Refer<br>Note no. | Current Year         | Previous Year        |
|---|-------------------|----------------------|----------------------|
|   |                   | 2017                 | 2016                 |
| <b>I SOURCE OF FUNDS</b>                          |                   |                      |                      |
| <b>1 FUND BALANCES</b>                            |                   |                      |                      |
| General Fund                                      | 1                 | 7,367,412.71         | 5,664,833.10         |
| Corpus Fund                                       | 2                 | 11,359,599.00        | 9,874,222.00         |
| Asset Fund  | 3                 | 3,772.00             | 9,430.00             |
| <b>Total</b>                                      |                   | <b>18,730,783.71</b> | <b>15,548,485.10</b> |
| <b>2 APPLICATION OF FUNDS</b>                     |                   |                      |                      |
| <b>1. FIXED ASSETS</b>                            |                   |                      |                      |
| Opening Balance                                   | 4                 | 106,819              | 87,054               |
| Add: Addition during the Year                     |                   | -                    | 47,236               |
| Less: Depreciation                                |                   | 18,190               | 27,471               |
| <b>Closing Balance</b>                            |                   | <b>88,629.92</b>     | <b>106,819.57</b>    |
| <b>2. INVESTMENTS</b>                             |                   |                      |                      |
| Against Corpus                                    |                   | 11,359,599.00        | 7,500,000.00         |
| Against Others                                    |                   | 6,603,160.00         | 5,788,347.00         |
| <b>Total</b>                                      |                   | <b>17,962,759.00</b> | <b>13,288,347.00</b> |
| <b>3. CURRENT ASSET, LOAN &amp; ADVANCES</b>      |                   |                      |                      |
| a. Loans & Advances                               | 5                 | 297,584.39           | 1,364,023.08         |
| a. Cash & Bank Balance                            | 6                 | 381,811.07           | 789,295.77           |
| <b>Total (A)</b>                                  |                   | <b>679,395.46</b>    | <b>2,153,318.85</b>  |
| <b>3 LESS : CURRENT LIABILITIES</b>               |                   |                      |                      |
| a. Current Liabilities                            | 7                 | -                    | -                    |
| b. Contribution for Community Expenses            | 8                 | -                    | -                    |
| <b>Total (B)</b>                                  |                   | <b>-</b>             | <b>-</b>             |
| <b>NET CURRENT ASSET (A-B)</b>                    |                   | <b>679,395.46</b>    | <b>2,153,318.85</b>  |
| <b>TOTAL (1+2+3)</b>                              |                   | <b>18,730,784.38</b> | <b>15,548,485.42</b> |
| <b>NOTES FORMING PARTS OF FINANCIAL STATEMENT</b> | 13                | (0.67)               | (0.32)               |

**CONTINGENT LIABILITIES & COMMITMENTS**

**AUDITORS REPORT**

As per our Report of even date.



Ankit Dhanuka

Partner

M.No. 530859

For S C A H R & CO.

CHARTERED ACCOUNTANTS

FRN No. 015661N

Dated :

Place : New Delhi

For Business & Community Foundation

Simon J. Scarff  
Chairman

N.S. Katoch  
Treasurer